GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:3247
ANSWERED ON:12.12.2014
BANKS GROUP EXPOSURE LIMIT
Radhakrishnan Shri T.

Will the Minister of FINANCE be pleased to state:

(a) whether the Reserve Bank of India (RBI) has proposed to cut banks' group exposure limit;

(b) if so, the details thereof;

(c) whether the said proposal will have any impact on the borrowings by conglomerates;

(d) if so, the details thereof; and

(e) the steps taken by the Government in this regard?

Answer

Minister of State in the Ministry of Finance (SHRI JAYANT SINHA)

(a) & (b): Reserve Bank of India proposes to review the exposure norms to gradually align them with the revised global standards and may first issue a "Discussion Paper" to elicit the views of the stakeholder.

(c) to (e): The impact that the proposed change in exposure norms will have on the borrowings by conglomerates, is being examined and the same may form a part of the proposed Discussion Paper on 'Large Exposures Framework'.